STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801 Telephone: (801) 538-5291 Fax: (801) 359-3940

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JAN 25 2000

OIL, GAS AND MINING

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	Gener	ral Information		
	1.	Report Time Period: From (mo./yr.) 1/99 To (mo./yr.) 12/99		
	2.	DOGM File Number (Mine No): S /053 / 028		
	3.	Mine Name: Picture Springs #1 & #2		
	4.	Mineral(s) Mined (or permitted to mine): Picture Sandstone		
	5.	Type of mine		
	6.	Legal Description (Location of Lands Affected):		
		1/4,1/4, NE1/4, Section _23, Township _41_S, Range 14_W		
		1/4,1/4,1/4, Section, Township, Range		
		1/4,1/4,1/4, Section, Township, Range		
7.	Name of Operator or Company: Desert Sandscapes			
	8.	Permanent Street Address: 860 E. 19th Street		
		City, State, Zip: Tucson, AZ 85719		
		Phone: 520-623-1396 Fax: 520-903-2265		
	9. Company Representative (or designated operator): Name: John H. Halton			
		Title: President		
		Business Address: 860 E. 19th Street		
		City, State, Zip: Tucson, AZ 85719		
		Phone: 520-623-1396 Fax: 520-903-2265		
		Please check if any of the above information has changed since previous year.		
II.	Mining	ning and Reclamation		
	1.	Was there any mine related activity during the past year? Yes □ No ☑		
	2.	If no - what was the last year of activity? 1993		
	3.	If yes - how much ore or mineral was mined? N/A		

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.		
	N/A		
5.	How much additional acreage wa	s disturbed during the past year? None	
6.	How much acreage was reclaimed during the past year? Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. N/A What is the total disturbed acreage of entire project at years end? Approx. One Acreage of the upcoming year.		
7.			
8. 9.			
NOTE:	Section III "Additional Information	n" applies only to large mining operations.	
III. <u>Additional</u>		applies only to mang operations.	
= 1.	An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.		
2.	Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.		
IV. <u>Signature</u>	Requirement		
I here	eby certify that the foregoing is t	rue and correct.	
	Name (Typed or Print):	John H. Halton	
	Title of Operator:	President	
	Signature of Operator:	Adtton	
	Date:	1/20/00	
jb a:\forms\MR-AR			